APPROVED FOR RELEASE□ DATE: 05-09-2011 SECRET

27 March 1973

MEMORANDUM FOR: Deputy Director for Operations

SUBJECT:

ITT/Chile Press Coverage 27 March 1973

and Other Developments

- l. The Washington Post article on 27 March described the "unprecedented action" of having Mr. William V. Broe testify under oath in closed session to the Senate Foreign Relations Subcommittee on Multinational Corporations. The article accurately described the key portion of his expected testimony as being a description of his meeting with Harold S. Geneen of ITT on 16 July 1970 which he had already given the subcommittee in private. The Subcommittee obviously leaked to the Washington Post information which enabled it to say that "It was presumably on the strength of (Broe's) testimony that ... McCone (was asked) last week if Geneen had not offered Broe a large sum to finance an anti-Allende plan." The great interest of the Subcommittee in having releasable testimony by Mr. Broe about his meeting with Geneen available before the Subcommittee questions Geneen in public probably explains why the Subcommittee agreed to the restrictive conditions under which Mr. Broe was to appear.
- 2. The New York Times coverage of 27 March was less complete but included the comment that "Company documents appear to show that Mr. Broe endorsed the view of the company that all possible steps should be taken to prevent Mr. Allende's accession to power including attempts to generate a take-over by the military." This repeats a misconception about what Mr. Broe said regarding the military which Mr. William Merriam gave in his testimony. This aspect of Mr. Merriam's testimony was also stressed in the New York Times special story in its Sunday edition wrapping up the first week's testimony.
- 3. On 27 March a person familiar with the thinking of ITT officials concerned with the current Senate hearings reported that Mr. Geneen had been anxious to determine the previous day what "special Senate panel"

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